

REPORT

DATE: May 2, 2006

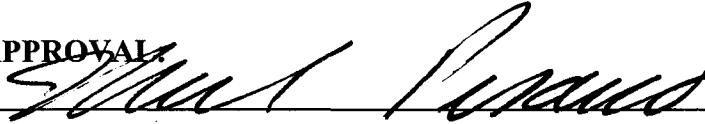
TO: Administrative Committee / Regional Council

FROM: Lambertus H. Becker, Interim Chief Financial Officer
213-236-1804, becker@scag.ca.gov



SUBJECT: Final Adoption of Fiscal Year 2006-07 Overall Work Program (OWP)

EXECUTIVE DIRECTOR'S APPROVAL:



RECOMMENDED ACTION:

Adopt the Final Fiscal Year 2006-2007 Overall Work Program and reaffirm Resolution #06-472-2 (attached) which authorizes this action and submittal of the OWP to Caltrans and other funding agencies as necessary for approval.

SUMMARY:

In September 2005 the RC adopted the FY 2006-2007 OWP preparation schedule, SCAG management developed project ranking criteria to be used to recommend projects for funding, and the selection criteria and process was communicated to SCAG and Subregional staff. In October 2005, the Regional Council approved work program outcomes for the coming fiscal year. Using the outcomes as a guide, project proposals were prepared by SCAG and Subregional staff and ranked by SCAG management according to the established criteria. From November to February multiple project reviews were conducted by SCAG management, in consultation with SCAG project managers and Subregional staff, as necessary, resulting in the development of a preliminary work program.

On March 2, 2006, the Regional Council approved the FY 2006/2007 Comprehensive Budget which included the OWP. That same day, the FY 2006-2007 OWP was released for public review and comment with comments due on April 3, 2006. During the comment period, only minor comments were received from a few subregions requesting technical corrections. On April 3, 2006, a comment letter was received from Caltrans. Based on all comments received, the OWP has been revised. Changes to the final document also include revisions to project carryover estimates. These changes are reflected in Attachment 1 to this report. The final OWP document meets all applicable federal and state requirements.

BACKGROUND:

The OWP contains several sources of revenue. The major source is the Consolidated Planning Grant (CPG) which is the primary revenue source used to meet SCAG's MPO requirements and addresses the Federal Planning Emphasis Areas (PEA's) of Federal and State Departments of Transportation. There are other significant grants included (e.g. Federal Railroad Administration for Maglev and Federal Aviation Administration for aviation planning).

The Fiscal Year 2006-2007 Overall Work Program (OWP) is enclosed. The OWP includes the following information:

1. Prospectus – Informational material about SCAG required to be included in the OWP.

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2. A detailed program narrative summary and fund source/line item budget for each work element.
3. A line item budget indicating the amount for staff salaries, benefits, direct costs, consultants and subregions. (Program Expenditure Table)
4. A fund source summary showing the allocation of funds by work breakdown structure (WBS). (Program Revenue Table)
5. Appendices including planning programs for other agencies, copies of required certifications and assurances and the FY 2006-2007 OWP resolution.

Following is a more detailed summary of the program revenue and expenditures for the FY 2006-2007 OWP.

Table 1 – Final 06-07 OWP Revenues

Revenues:	Final OWP
CPG	\$ 32,703,956
SP&R	\$ 325,000
5313B (pass through)	\$ 655,701
Federal Other	\$ 3,522,598
State Other	\$ 2,118,451
TDA	\$ 1,162,824
Cash Match	\$ 250,307
Third Party Commitments	\$ 4,099,218
Local Other	\$ 909,219
TOTAL	\$ 45,747,274

Table 2 – Comparison of Expenditures – Draft OWP vs Final OWP*

Expenditures:	Draft OWP	Final OWP
SCAG Operations	\$ 19,772,572	\$ 19,772,572
Consultants**	\$ 17,832,148	\$ 16,974,054
Subregional Staff	\$ 1,436,416	\$ 1,446,416
Subregional Consultants	\$ 2,706,696	\$ 2,721,696
Other Direct Costs	\$ 692,318	\$ 733,318
TOTAL	\$ 46,532,863	\$ 45,747,274

**see Attachment 1 for specific changes reflected in the Final OWP*

*** includes pass- through grant funded projects such as those funded by FTA 5313B and "Federal/State/Local Other" funding sources; per Caltrans requirements, 2006-2007 Transportation Planning Grant applications that were included in the Draft OWP have been removed from the final 2006-2007 OWP*

Program

The proposed program budget is designed to accomplish the following objectives:

- To meet Federal and State transportation grant requirements for mandated products.
- To address the Federal transportation emphasis areas and planning factors.
- To address the work program Outcomes established by the Regional Council (approved October 2005). Those outcomes are as follows:
 - Maintain and enhance the quality of life for our residents
 - Maintain and enhance the national and international competitiveness of the SCAG region
 - Ensure adequate financial resources for our transportation system
 - Become a pre-eminent regional agency

FISCAL IMPACT:

The OWP is the instrument that allows SCAG to manage projects and budgets. Approval of this document will continue the flow of federal planning funds for FY 2006-2007.

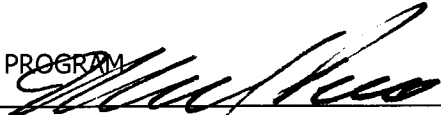
Memorandum

To: Intermodal Planning Group

From: Bert Becker, Interim CFO

Date: April 19, 2006

Subject: ERRATA TO THE DRAFT FY 2006-07 OVERALL WORK PROGRAM



At their March 2, 2006 meetings, the Administration Committee and Regional Council approved the release of the Draft 06-07 Overall Work Program for public comment. Subsequent to its release, the following changes were made to the document:

WE Reassigned: *These projects will be reassigned to a different work element number to better categorize the project.*

	<u>New WBS</u>
07-010.WRCS1 – Non-motorized Mapping & Funding Sources	07-045.WRCS1
07-065.WRCS2 – Monitor Building & Occupancy Permits	07-080.WRCS2

Combined Projects: *The carryover budget for 07-035.SCGC3 was underestimated, and therefore needs to be increased by \$5,000. Additionally, the budget, steps, and products will be combined for these two projects to make them into a single project – 07-015.SCGC4.*

	<u>New Budget</u>	<u>Net +/-</u>
07-015.SCGC4 – Financial Strategies for RCP Phase 2 (orig. \$300,000)	\$350,000	
07-035.SCGC3 – Finance Consultant – RCP (orig. \$45,000)	\$ 0	\$5,000

Project Split: *Project 07-040.SCGC5 with a budget of \$125,000 will be split into 2 projects because the work described will require that it be done by two different consultants.*

	<u>New Budget</u>	<u>Net +/-</u>
07-040.SCGC5 – Aerial Photography (Imperial County)	\$ 75,000	0
07-040.SCGC6 – Aerial Photography (Region)	\$ 50,000	0

Incorrect Budget: *The budgets for these two projects were incorrectly transposed in the Draft document and need to be corrected.*

	<u>New Budget</u>	<u>Net +/-</u>
07-140.CLAC1 – Transit Oriented Development Plans (orig. \$75,000)	\$ 250,000	0
07-140.CLAC2 – Transit Priority Lanes- Phase 2 (orig. \$250,000)	\$ 75,000	0

Budget Increase: *The budget for these projects were underestimated and, therefore, need to be increased to be consistent with the work scope.*

	<u>New Budget</u>	<u>Net +/-</u>
06-040.CVGC1 – General Plan land Use Update- CVG (orig. \$10,000)	\$ 40,000	\$ 30,000
06-065.SBCS1 – 2% Compass Strategy (orig. \$10,000)	\$ 20,000	\$ 10,000
06-070.SCGC14 – Heavy Duty Truck Model Improvement (orig. \$100,000)	\$175,000	\$ 75,000

Delete Projects: 07-040.SCGC2 will be completed by June 30, 2006; and staff and the subregion of Las Virgenes agreed that 07-040.LVMC1 work is not needed at this time.

	<u>New Budget</u>	<u>Net +/-(-)</u>
07-040.SCGC2 – Existing Land Use Database (orig. \$50,000)	\$ 0	(\$50,000)
07-040.LVMC1 – General Plan Land Use Update (orig. \$16,944)	\$ 0	(\$16,944)

In addition, changes were made to the following grant projects (Non-CPG):

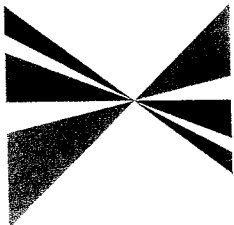
Added Carryover Project: This project (FAA grant) was originally estimated to be completed by June 30, 2006. Completed date is now October 30, 2006.

	<u>New Budget</u>	<u>Net +/-(-)</u>
06-220.SCGC4 – Aviation System Plan Capacity Analysis (orig. \$ 0)	\$ 262,778	\$262,778

Budget Correction: 1) To correct funding split for 07-060.SCGC1 (SP&R grant). Grant was reduced to \$225,000 from \$265,590, and in-kind match increased from \$34,410 to \$75,000 per approved grant budget; and 2) to add local cash match of \$41,010 to grant 07-240.SCGC2 per funding carryover estimate.

	<u>New Budget</u>	<u>Net +/-(-)</u>
07-060.SCGC1 – LADOT Downtown Fwy Study (orig. \$ 300,000)	\$ 300,000	\$ 0
07-240.SCGC2 – Maglev Study – 29 Grant (orig. \$41,000)	\$ 82,010	\$ 41,010

SOUTHERN CALIFORNIA



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Correa, County of Orange

Riverside County Transportation Commission:
Robin Lowe, Hemet

Ventura County Transportation Commission:
Keith Millhouse, Moorpark

RESOLUTION NUMBER 06-472-2

**RESOLUTION OF THE SOUTHERN CALIFORNIA ASSOCIATION OF
GOVERNMENTS TO APPROVE AND ADOPT THE FISCAL YEAR
2006/2007 COMPREHENSIVE BUDGET**

WHEREAS, the Southern California Association of Governments (SCAG) is the Metropolitan Planning Organization (MPO) for six counties: Los Angeles, Orange, San Bernardino, Riverside, Ventura and Imperial;

WHEREAS, SCAG has developed the Fiscal Year (FY) 2006/2007 Comprehensive Budget that includes the following budget components: the General Fund, Overall Work Program (OWP), Indirect Cost Budget (ICAP), and the Fringe Budget;

WHEREAS, the OWP is the basis for SCAG's annual activities;

WHEREAS, in conjunction with the Overall Work Program Agreement and Master Fund Transfer Agreement, the OWP constitutes the annual funding contract between the State of California Department of Transportation (Caltrans) and SCAG for Consolidated Planning Grant (CPG) funding; and,

NOW, THEREFORE, BE IT RESOLVED by the Regional Council of the Southern California Association of Governments, that the Regional Council does hereby approve and adopt the FY 2006/2007 Comprehensive Budget.

BE IT FURTHER RESOLVED THAT:

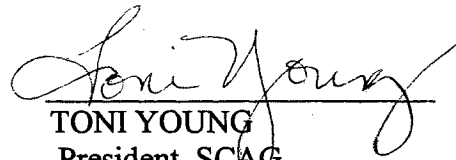
1. The Regional Council hereby authorizes submittal of SCAG's approved FY 2006/2007 OWP to the participating State and Federal agencies;
2. The Regional Council hereby authorizes submittal of SCAG's approved FY 2006/2007 ICAP to the participating State and Federal agencies;
3. The Regional Council hereby authorizes submittal of SCAG's approved FY 2006/2007 General Fund budget to the General Assembly;
4. SCAG pledges to pay or secure in cash or services, or both, the matching funds necessary for financial assistance;
5. The SCAG Executive Director, or in his absence, the Deputy Executive Director, is hereby designated and authorized to submit the FY 2006/2007 OWP, and to execute all related agreements and documents on behalf of the Regional Council, to implement purposes of this Resolution;
6. The SCAG Executive Director, or in his absence, the Deputy Executive Director, is hereby authorized to make and submit to funding agencies, the necessary work program and budget modifications to the FY 2006/2007 OWP based on actual

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available funds, and to draw funds as necessary on a letter of credit or other requisition basis;

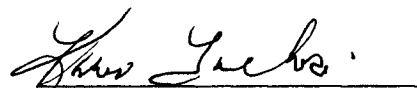
7. The Executive Director, or in his absence, the Deputy Executive Director, is hereby authorized to make administrative amendments to the FY 2006/2007 OWP, such as changing work elements or correcting errata.

APPROVED AND ADOPTED by a UNANIMOUS vote of the Regional Council of the Southern California Association of Governments at a regular meeting this 2nd day of March, 2006.


TONI YOUNG
President, SCAG
Councilmember, City of Port
Hueneme


Mark Pisano
Executive Director

Attest:


Karen Tachiki
SCAG Chief Legal Counsel